

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

Representatives Present During the Inspection:					
Company	Vicky S. Miller Environmental Specialist				
OGM	Steve Demczak Environmental Scientist III				

Inspection Report

Permit Number:	C0070039			
Inspection Type:	PARTIAL			
Inspection Date:	Tuesday, December 15, 2009			
Start Date/Time:	12/15/2009 10:00:00 AM			
End Date/Time:	12/15/2009 2:00:00 PM			
Last Inspection:	Thursday, November 12, 2009			

Inspector: Steve Demczak, Environmental Scientist III

Weather: <u>Snow Covered 4-7 inches</u> InspectionID Report Number: <u>2231</u>

Types of Operations

Accepted by: jhelfric

12/28/2009

Permitee: CANYON FUEL COMPANY LLC
Operator: CANYON FUEL COMPANY LLC

Site: **DUGOUT CANYON MINE**

Address: PO BOX 1029, WELLINGTON UT 84542

County: CARBON

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

Current Acreages

Total Permitted	9,751.00	
Total Disturbed	104.70	
Phase I		
Phase II		
Phase III		

Mineral Ownership

✓ Federal
✓ Underground

✓ State
□ Surface

□ County
□ Loadout

✓ Fee
□ Processing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

There are no pending compliance actions for the Dugout Canyon Mine permit area.

The Permittee is current relative to the required electronic quarterly water monitoring submittals for 2009.

I could not make it to Pace Canyon due to snow cover.

Inspector's Signature:

Steve Demozak, Environmental Scientist III

Date

Tuesday, December 22, 2009

brancata IDN 1

Inspector ID Number: 39

Permit Number: C0070039 Inspection Type: PARTIAL

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REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcement
1.	Permits, Change, Transfer, Renewal, Sale				
2.	Signs and Markers	✓		✓	
3.	Topsoil				
4.a	Hydrologic Balance: Diversions	✓		V	
4.b	Hydrologic Balance: Sediment Ponds and Impoundments	✓		✓	
4.c	Hydrologic Balance: Other Sediment Control Measures	✓		V	
4.d	Hydrologic Balance: Water Monitoring	✓		~	
4.e	Hydrologic Balance: Effluent Limitations				
5.	Explosives				
6.	Disposal of Excess Spoil, Fills, Benches				
7.	Coal Mine Waste, Refuse Piles, Impoundments				
8.	Noncoal Waste	✓		✓	
9.	Protection of Fish, Wildlife and Related Environmental Issues				
10.	Slides and Other Damage	V		✓	
11.	Contemporaneous Reclamation				
12.	Backfilling And Grading				
13.	Revegetation				
14.	Subsidence Control	✓		V	
15.	Cessation of Operations				
16.a Roads: Construction, Maintenance, Surfacing					
16.Ł	Roads: Drainage Controls				
17.	Other Transportation Facilities				
18.	Support Facilities, Utility Installations	✓		✓	
19.	AVS Check				
20.	Air Quality Permit				
21.	Bonding and Insurance				
22.	Other				

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2. Signs and Markers

The permit sign is located at the gate to the property. Information meets the minimium requirements of the R645 Coal Rules.

4.a Hydrologic Balance: Diversions

The diversions were spot inspected and were functioning as designed and were snow covered.

4.b Hydrologic Balance: Sediment Ponds and Impoundments

I inspected the sediment pond; and it did contain water but was not discharging during the inspection. The pond was cleaned out a few of months ago. No hazardous conditions were noticed during the inspection.

4.c Hydrologic Balance: Other Sediment Control Measures

The permittee were in the processs of trucking snow to the refuse site. This action was approved by the Division.

4.d Hydrologic Balance: Water Monitoring

The third quarter water data has been submitted to the Division.

8. Noncoal Waste

No non-coal waste could be seen.

10. Slides and Other Damage

No slides or other damage was noticed during the inspection.

14. Subsidence Control

This information is in the annual report.

18. Support Facilities, Utility Installations

No new facilities constructed since the last inspection.